



U.S. Department
of Transportation

**Pipeline and
Hazardous Materials Safety
Administration**

SENT TO COMPLIANCE SECTION
Hazardous Materials
of Copies 1, Date 9.8.08

12300 W. Dakota Ave., Suite 110
Lakewood, CO 80228

WARNING LETTER

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

September 8, 2008

Ms. Meg Yeage
President
Conoco/Phillips Pipe Line Company
600 North Dairy Ashford
Houston, TX 77079

CPF 5-2008-5028W

Dear Ms. Yeage:

On April 1, 2008 a representative of the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to Chapter 601 of 49 United States Code, inspected your Borger Denver Products Pipeline in Commerce City, Colorado.

As a result of the inspection, it appears that you have committed a probable violation of the Pipeline Safety Regulations, Title 49, Code of Federal Regulations. The items inspected and the probable violation is:

1. §195.412 Inspection of rights-of-way and crossings under navigable waters.

(a) Each operator shall, at intervals not exceeding 3 weeks, but at least 26 times each calendar year, inspect the surface conditions on or adjacent to each pipeline right-of-way. Methods of inspection include walking, driving, flying or other appropriate mean of traversing the right-of-way.

The operator's procedure for documenting right-of-way inspections was inadequate and resulted in some pipeline segments not being inspected at the correct time intervals

After spending considerable time reviewing two small samples of patrol records, violations were discovered in both samplings. From MP 336 to MP 342, the time interval was 31 days between inspections. From MP 487 to MP 530, the interval was 23 days.

Under 49 United States Code, § 60122, you are subject to a civil penalty not to exceed \$100,000 for each violation for each day the violation persists up to a maximum of \$1,000,000 for any related series of violations. We have reviewed the circumstances and supporting documents involved in this case, and have decided not to conduct additional enforcement action or penalty assessment proceedings at this time. We advise you to correct the item identified in this letter. Failure to do so will result in Conoco/Phillips Pipe Line Company being subject to additional enforcement action.

No reply to this letter is required. If you choose to reply, in your correspondence please refer to **CPF 5-2008-5028W**. Be advised that all material you submit in response to this enforcement action is subject to being made publicly available. If you believe that any portion of your responsive material qualifies for confidential treatment under 5 U.S.C. 552(b), along with the complete original document you must provide a second copy of the document with the portions you believe qualify for confidential treatment redacted and an explanation of why you believe the redacted information qualifies for confidential treatment under 5 U.S.C. 552(b).

Sincerely,

A handwritten signature in black ink, appearing to read "C Hoidal", is written over the typed name.

Chris Hoidal
Director, Western Region
Pipeline and Hazardous Materials Safety Administration

cc. PHP-60 Compliance Registry
PHP-500 J. Haddow (#120728)